## UNITED STATES BANKRUPTCY COURT EASTERN DISTRICT OF NORTH CAROLINA GREENVILLE DIVISION

IN RE:	)	CASE NO.
CAH ACQUISITION COMPANY 6, LLC,	)	19-01300-5-JNC
	)	
DEBTOR	)	CHAPTER 11

## OBJECTION TO INITIAL APPLICATION BY WALDREP LLP AS CO-COUNSEL FOR THE TRUSTEE FOR ALLOWANCE OF INTERIM COMPENSATION AND REIMBURSEMENT OF EXPENSES [MARCH 21, 2019 THROUGH MARCH 31, 2019]

**NOW COMES** the Bankruptcy Administrator for the Eastern District of North Carolina ("BA"), by and through her undersigned counsel, and respectfully objects to the Initial Application By Waldrep LLP as Co-Counsel for the Trustee for Allowance of Interim Compensation and Reimbursement of Expenses [March 21, 2019 through March 31, 2019] ("Fee Application"); and, in support thereof, shows the Court the following:

- 1. On March 21, 2019, CAH Acquisition Company 6, LLC ("Debtor") filed a voluntary petition under Chapter 11 of the Bankruptcy Code.
- 2. On March 29, 2019, Thomas W. Waldrep, Jr. of Waldrep, LLP was appointed as Chapter 11 Trustee ("Trustee") [DE #19].
- 3. On April 2, 2019, the Trustee filed an application to employ his law firm, Waldrep, LLP, as attorney for the Trustee [DE #25]. On April 18, 2019, the Court entered an order employing Thomas W. Waldrep, Jr. of Waldrep, LLP as attorney for the Trustee [DE #41].
- 4. On May 1, 2019, Mr. Waldrep, as attorney for the Trustee, filed the Fee Application [DE #66]. Through the Fee Application, Mr. Waldrep requests total attorney for

trustee compensation in the amount of \$1,314.50 and total expense reimbursements in the amount of \$0.00.

- 5. The BA has reviewed the Fee Application and she has certain concerns with the fees requested therein. More specifically, certain tasks billed by Mr. Waldrep and the associates/staff of Waldrep, LLP appear to relate to the performance of trustee duties as defined by 11 U.S.C. § 1106; and thus, should not be included within an application for compensation pursuant to 11 U.S.C. § 330. It is the position of the Bankruptcy Administrator that 11 U.S.C. § 326(a) governs the compensation for all actions performed with respect to typical duties of trustees. The Trustee, through a separate fee application, will be able to request a commission pursuant to 11 U.S.C. § 326 in relation to his duties as trustee.
- 6. The BA intends to provide the Trustee with an analysis detailing the time entries she believes to be trustee in nature, and thus, should be removed from the Fee Application.
- 7. The BA requests the Court hold a hearing on this objection in approximately thirty days. To the extent the BA and Trustee are not able to resolve the concerns raised by the BA, the BA will supplement this objection within twenty-one days to identify all remaining issues for the Court.
  - 8. The BA reserves the right to amend this objection.

WHEREFORE, based upon the foregoing, the Bankruptcy Administrator respectfully objects to the Initial Application By Waldrep LLP as Co-Counsel for the Trustee for Allowance of Interim Compensation and Reimbursement of Expenses [March 21, 2019 through March 31, 2019], requests that the Court hold a hearing on this matter; and, requests such other and further relief the Court may deem just and proper.

Respectfully submitted, this 22<sup>nd</sup> day of May, 2019.

Marjorie K. Lynch Bankruptcy Administrator

By: /s/Brian C. Behr

Brian C. Behr

Senior Staff Attorney

NCSB #36616

Bankruptcy Administrator's Office 434 Fayetteville Street, Suite 640 Raleigh, NC 27601

(919) 856-4886

(919) 856-4692 – Facsimile

brian\_behr@nceba.uscourts.gov

## **CERTIFICATE OF SERVICE**

I, Rick P. Hinson, of 434 Fayetteville Street, Suite 640, North Carolina, 27601, certify:

That I am, and at all times hereinafter mentioned was, more than eighteen (18) years of age.

That on this day, I served copies of the foregoing document electronically upon the Chapter 11 Trustee:

Thomas W. Waldrep, Jr. Waldrep LLP 101 S. Stratford Road, Suite 210 Winston-Salem, NC 27104

I certify under penalty of perjury that the foregoing is true and correct.

Dated this 22<sup>nd</sup> day of May, 2019.

Marjorie K. Lynch Bankruptcy Administrator

By: /s/Rick P. Hinson
Rick P. Hinson
Bankruptcy Analyst
Bankruptcy Administrator's Office
434 Fayetteville Street, Suite 640
Raleigh, NC 27601